

TOWN OF WHITE CASTLE, LOUISIANA
FINANCIAL REPORT

September 30, 2002

TOWN OF WHITE CASTLE, LOUISIANA

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September 30, 2002

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FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and
Members of the Board of Aldermen,
Town of White Castle, Louisiana

We have audited the accompanying general purpose financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA**, as of and for the year ended September 30, 2002, as listed in the table of contents. These general purpose financial statements are the responsibility of the **TOWN OF WHITE CASTLE's** management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the **TOWN OF WHITE CASTLE, LOUISIANA**, as of September 30, 2002, and the results of its operations and the cash flows from its proprietary fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2002, on our consideration of the **TOWN OF WHITE CASTLE, LOUISIANA's** internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements for the year ended September 30, 2002, and the individual fund financial statements for the year

ended September 30, 2002, and statistical information, listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the TOWN OF WHITE CASTLE, LOUISIANA. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements for the years ended September 30, 2002 and 2001 and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.



Certified Public Accountants

Baton Rouge, Louisiana
December 6, 2002

TOWN OF WHITE CASTLE, LOUISIANA ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET

September 30, 2002
(With comparative totals for 2001)

	Governmental Fund Types		
	General	Special Revenues	Debt Service
ASSETS			
Cash and cash equivalents	\$ 219 \$	204,268 \$	131,730
Investments, at cost	-	275,586	104,000
Accounts receivable, net	-	-	-
Due from other governments	5,426	70,821	-
Due from other funds	53,542	40,884	-
Prepaid insurance	-	-	-
Restricted cash	-	-	-
Inventory, at cost	-	-	-
General fixed assets	-	-	-
Fund assets, net	-	-	-
Available in debt service fund	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-
Total assets	\$ 63,567 \$	\$ 320,659 \$	\$ 235,730
LIABILITIES			
Accounts payable	\$ 3,677 \$	- \$	-
Payroll and other current liabilities	11,762	-	-
Due to other funds	-	13,847	15,234
Customer deposits	-	-	-
Deferred revenue	-	5,653	-
Current portion of long-term debt	-	-	-
Long-term debt	-	-	-
Total liabilities	\$ 15,439	\$ 21,200	\$ 15,234
FUND EQUITY			
Contributed capital			
From municipality	-	-	-
From parish	-	-	-
From federal grant	-	-	-
Investment in general fixed assets	-	-	-
Retained earnings			
Reserved - debt obligations	-	-	-
Reserved - property, repairs and replacement	-	-	-
Unreserved	-	-	-
Payroll balance			
Reserved - debt service	-	-	240,496
Designated - subsequent year's expenditures	-	150,000	-
Undesignated	31,780	411,254	-
Total fund equity	\$ 31,780	\$ 360,484	\$ 240,496
Total liabilities and fund equity	\$ 63,567 \$	\$ 380,683 \$	\$ 255,730

Proprietary Fund Type	Account Groups		Totals	
	General	General	(Memorandum Only)	
	Fixed Assets	Long-term Debt	2002	2001
5	213,860 \$	- \$	404,409 \$	440,335
	328,614	-	744,008	719,833
	66,199	-	66,194	65,813
	-	-	78,379	69,243
	-	-	66,066	46,732
	3,472	-	3,472	14,938
	152,387	-	152,387	311,740
	4,700	-	4,700	4,700
	-	3,138,918	3,138,918	2,935,597
	2,739,362	-	2,739,362	2,820,981
	-	340,466	340,466	342,608
	-	661,791	661,791	739,952
\$	3,332,491 \$	3,138,918 \$	932,287 \$	8,613,075 \$
				8,494,267
6	11,818 \$	- \$	13,475 \$	16,464
	34,591	-	46,300	60,812
	83,248	-	96,066	46,732
	66,793	-	66,793	65,813
	-	-	8,600	16,870
	37,821	-	37,821	36,464
	1,321,886	-	1,321,887	2,332,285
	1,321,508	-	1,321,507	2,331,271
	289,161	-	289,161	289,164
	239,066	-	239,066	239,131
	971,098	-	971,098	1,810,214
	-	3,138,918	3,138,918	2,935,597
	57,373	-	57,373	32,609
	48,119	-	48,119	42,476
	625,604	-	625,604	672,683
	-	-	340,466	342,608
	-	-	155,309	-
	-	-	448,832	389,375
	2,308,413	3,138,918	4,336,979	6,850,891
\$	3,332,491 \$	3,138,918 \$	932,287 \$	8,613,075 \$
				8,494,267

Notes on Exhibit A-6 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA
ALL GOVERNMENTAL FUND TYPES

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

For the year ended September 30, 2023
 (With comparative data for 2021)

	General	Special Revenue	Debt Service	Other Revenues (deduct)	Total
REVENUES					
Taxes	\$ 65,717	\$ 95,594	\$ -	\$ 1,019,381	\$ 1,170,692
License and permits	5,641	-	-	11,043	16,684
Intergovernmental	94,797	176,597	-	311,594	582,988
Fees	14,477	-	-	11,771	26,248
Other	13,881	11,178	4,650	12,471	42,180
Total revenues	198,513	1,283,369	4,650	1,055,469	3,542,001
EXPENDITURES					
General government	\$64,418	-	-	396,418	460,836
Public safety	847,318	-	-	947,575	1,794,893
Streets and sanitation	466,261	-	-	368,361	834,622
Public health	11,248	174,888	-	288,248	474,384
Recreation	35,428	-	-	25,428	60,856
Other services	-	-	19,471	100,675	120,146
Total expenditures	1,664,635	174,888	19,471	1,569,637	3,429,631
Excess (deficiency) of revenues over expenditures	320,878	1,108,481	1,832,179	485,832	3,747,370
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term loans	588,487	-	-	18,484	606,971
Operating transfers in	133,008	-	81,178	92,113	306,300
Operating transfers out	-	(884,385)	(14,852)	(289,112)	(1,288,349)
Total other financing sources (uses)	721,495	(884,385)	66,326	18,484	10,840
Excess (deficiency) of revenues over expenditures and other sources (uses)	34,383	224,096	1,897,901	504,316	3,860,796
FUND BALANCE					
Beginning of year	3,600	383,725	345,487	877,885	1,610,697
End of year	39,783	607,821	1,348,408	1,462,541	3,458,553

Source: Exhibit 6-6 from the independent auditor's report.

TOWN OF WHITE CASTLE, LOUISIANA ALL GOVERNMENTAL FUND TYPES

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

For the year ended September 30, 2002
(With comparative totals for 2001)

	General Fund			Special Revenue Fund		
	Budget	Actual	Variance - (unfavorable)	Budget	Actual	Variance - (unfavorable)
REVENUES						
Taxes	\$ 681,500	\$ 667,717	\$ 13,783	\$ 940,000	\$ 932,044	\$ 7,956
Licenses and permits	50,000	55,840	(5,840)	-	-	-
Intergovernmental	87,400	96,793	9,393	180,000	176,791	(3,209)
Fees	10,000	11,203	(1,203)	-	-	-
Other	24,500	22,893	1,607	20,000	14,738	(5,262)
Total revenues	<u>853,400</u>	<u>854,453</u>	<u>1,053</u>	<u>1,140,000</u>	<u>1,129,573</u>	<u>(10,427)</u>
EXPENDITURES						
General government	500,000	505,410	(5,410)	-	-	-
Public safety	443,000	567,315	(124,315)	-	-	-
Structural facilities	115,000	140,360	(25,360)	-	-	-
Public health	10,000	31,240	(21,240)	182,000	176,000	6,000
Recreation	30,000	28,620	1,380	-	-	-
Debt service	-	-	-	-	-	-
Total expenditures	<u>1,098,000</u>	<u>1,262,945</u>	<u>(164,945)</u>	<u>182,000</u>	<u>176,000</u>	<u>6,000</u>
Excess (deficiency) of revenues over expenditures	<u>755,400</u>	<u>591,508</u>	<u>(163,892)</u>	<u>958,000</u>	<u>953,573</u>	<u>(4,427)</u>
OTHER FINANCING SOURCES (USES)						
Proceeds from long-term loans	100,000	100,000	-	-	-	-
Operating transfers in	150,000	150,000	-	-	-	-
Operating transfers out	-	-	-	(200,000)	(200,000)	-
Total other financing sources (uses)	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ 605,400</u>	<u>\$ 491,508</u>	<u>\$ 113,892</u>	<u>\$ 758,000</u>	<u>\$ 753,573</u>	<u>\$ 4,427</u>
FUND BALANCE						
Beginning of year		<u>1,000</u>			<u>103,724</u>	
End of year		<u>\$ 606,508</u>			<u>\$ 657,297</u>	

<u>Water Service Fund</u>			
<u>Budget</u>	<u>Actual</u>	<u>Variance -</u> <u>(Under/over)</u>	
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
<u>9,000</u>	<u>9,000</u>	<u>-</u>	<u>-</u>
<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>-</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>181,500</u>	<u>176,671</u>	<u>(4,829)</u>	<u>(4,829)</u>
<u>181,500</u>	<u>176,671</u>	<u>(4,829)</u>	<u>(4,829)</u>
<u>(786,500)</u>	<u>(1,187,171)</u>	<u>(400,671)</u>	<u>(400,671)</u>
<u>190,700</u>	<u>191,100</u>	<u>400</u>	<u>400</u>
<u>(786,500)</u>	<u>(1,186,071)</u>	<u>1,400</u>	<u>1,400</u>
<u>142,200</u>	<u>105,029</u>	<u>(37,171)</u>	<u>(37,171)</u>
<u>\$ (786,500)</u>	<u>\$ (1,187,171)</u>	<u>\$ (400,671)</u>	<u>\$ (400,671)</u>
<u>242,601</u>			
<u>\$ 242,601</u>			

Notes on Exhibit A-3 are an integral part of this statement

**TOWN OF WHITE CASTLE, LOUISIANA
ALL PROPRIETARY FUND TYPES**

**COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS**

For the year ended September 30, 2002
(With comparative totals for 2001)

	<u>Totals (Memorandum Data)</u>	
	<u>2002</u>	<u>2001</u>
OPERATING REVENUES		
Charges for services	\$ 714,623	\$ 786,261
Other	2,371	2,823
Total operating revenues	<u>716,994</u>	<u>789,084</u>
OPERATING EXPENSES		
Gas	143,438	214,577
Depreciation	173,261	187,734
Field	144,893	283,549
Administration	218,690	188,678
Total operating expenses	<u>780,282</u>	<u>774,538</u>
Operating income (loss)	<u>(63,288)</u>	<u>14,546</u>
NON-OPERATING		
Contributed capital - grant from federal source	5,880	26,288
Interest income	15,511	23,584
Interest expense	<u>(37,863)</u>	<u>(33,233)</u>
Total non-operating, net	<u>(16,472)</u>	<u>(394)</u>
Income (loss) before operating transfers	<u>(79,760)</u>	<u>14,152</u>
OPERATING TRANSFERS		
Operating transfers in	-	11,573
Operating transfers out	<u>(70,892)</u>	<u>(46,522)</u>
Net loss	<u>(70,892)</u>	<u>(34,949)</u>
Depreciation transferred to contributed capital	<u>48,881</u>	<u>46,282</u>
Net (decrease) increase in retained earnings	<u>(22,011)</u>	<u>11,203</u>
RETAINED EARNINGS		
Beginning balance	<u>247,840</u>	<u>236,637</u>
Ending balance	<u>\$ 225,829</u>	<u>\$ 247,840</u>

Notes on Exhibit A-4 are an integral part of this statement

TOWN OF WHITE CASTLE, LOUISIANA
ALL PROPRIETARY FUND TYPES
COMBINED STATEMENT OF CASH FLOWS

For the year ended September 30, 2002
 (With comparative totals for 2001)

	Totals	
	(Dollars in Millions)	
	2002	2001
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (53,575)	\$ 77,524
Adjustments to operating income (loss):		
Depreciation	131,340	167,794
Change in operating assets and liabilities:		
Accounts receivable	(382)	(5,514)
Customer deposits	1,480	(1,227)
Prepaid insurance and inventory	5,456	(16,083)
Accounts payable and accrued expenses	7,213	140,610
Net cash provided by operating activities	171,029	311,604
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Advances to other funds	41,536	(18,515)
Outstanding transfers out	(50,885)	(18,688)
Net cash provided (used) by non-capital financing activities	11,536	(24,193)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributed capital	1,885	28,038
Acquisition and construction of capital assets	(11,238)	(86,477)
Interest expense	(57,807)	(55,018)
Proceeds from water revenue bonds	15,200	50,080
Refinement of water revenue bonds	(5,319)	(2,280)
Refinement of water revenue bonds	(11,171)	(28,486)
Net cash used by capital activities	(58,447)	(105,683)
CASH FLOWS FROM INVESTING ACTIVITIES		
Redemption (maturity) of certificate of deposit, net	25,815	(1,983)
Interest income	15,311	21,584
Net cash provided by investing activities	41,446	19,601
Increase/(decrease) in cash and cash equivalents	149,378	(18,648)
CASH AND CASH EQUIVALENTS, including restricted cash		
Beginning of period	224,171	241,218
End of period	\$ 366,147	\$ 224,570
Cash and cash equivalents	\$ 313,868	\$ 21,621
Restricted cash	152,187	211,748
	\$ 366,147	\$ 233,370

Notes on Exhibit A-6 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement Presentation

The financial statements of the Town of White Castle, Louisiana (the Town) have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1988, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The more significant accounting policies of the Town are described below.

Reporting Entity

For financial reporting purposes, the Town includes all funds and account groups that are controlled by or dependent on the Town's executive or legislative branches (the Mayor or the Board of Aldermen, respectively). Control by or dependence on the Town is determined on the basis of budget adoption, taxing authority, outstanding debts secured by revenues or general obligations of the Town, obligations of the Town to finance any deficits that may occur, or receipt of significant subsidies from the Town.

The following organization is not part of the Town and thus is excluded from the accompanying financial statements:

White Castle Housing Authority

White Castle Housing Authority's (the Authority) operating and capital expenditures, including debt service, are financed from federal grants and tenant rentals. The Town has no involvement in the determination of the Authority's budget, rental rates, or any obligation for the Authority's outstanding debt. Financial transactions between the Town and the Authority, reported in the accompanying financial statements, reflect contractual agreements between the parties for the provision of specific services by the Town for the Authority.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Accounting

The Town uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not extended in the funds because they do not directly affect net expendable available financial resources.

Funds of the Town are classified into two categories - governmental and proprietary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types

Governmental funds are those through which most governmental functions of the Town are financed. The acquisition, use, and balances of expendable financial resources and related liabilities of the Town are accounted for through governmental funds. Measurement is focused upon determining changes in financial position, rather than net income. The following are the governmental fund types of the Town:

General Fund - The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Proprietary Fund Types

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. Proprietary funds include:

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Enterprise Funds - Enterprise funds are used to account for utility operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs and expenses, including depreciation, of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Account Groups

Account groups are used to establish accounting control and accountability for the Town's fixed assets and general long-term debt. The following are the account groups of the Town:

General Fixed Assets Account Group - This group of accounts represents a summary of the fixed assets of the Town. Capital expenditures are recorded as expenditures in the governmental fund types at the time of purchase and are subsequently recorded, at cost, for control purposes, in the general fixed assets account group.

In accordance with generally accepted accounting principles for governmental entities, depreciation is not recorded on general fixed assets.

General Long-Term Debt Account Group - This group of accounts represents a summary of the long-term debt of the Town.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement form applied.

Governmental funds are maintained on the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become available (collectible within the current period) and measurable (amount can be determined). Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

The modified accrual basis of accounting as applied to the major sources of revenue is as follows:

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the Town) are recorded in the year the taxes are assessed. Ad valorem taxes are assessed on a calendar year basis, become due on November 15th of each year, and become delinquent after December 1st. The taxes are generally collected in December of the current year and January and February of the following year.

State aid and grants are recorded as revenue when the Town is entitled to the funds, generally corresponding to when grant related costs are incurred by the Town.

Sales taxes are recognized when collected by the intermediary collecting government.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

Interest income on investments is recorded when investments mature and income is received.

All proprietary funds are accounted for on a flow of economic resources measurement basis and a determination of net income and capital maintenance. With this measurement basis, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The proprietary funds use the accrual basis of accounting and apply applicable FASB pronouncements in accounting and reporting for its proprietary operations. Revenues are recognized when earned, and expenses are recognized at the time liabilities are incurred.

Cash and Cash Equivalents

A consolidated bank account has been established into which most monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of this consolidation of bank accounts is to provide administrative efficiency and to maximize investment earnings. The account entitled "Cash and cash equivalents" is therefore composed of a funds pro rata share of the cash balance in the consolidated cash account as well as its pro rata share of certificates of deposit with maturities of three months or less. Each fund shares pro rata the investment earnings according to its average cash balance.

In addition, separate accounts have been established for certain debt service funds as required by bond resolution and compliance laws. The Town also has an imprest account for disbursements of payroll.

Investments

Investments, which are time certificates of deposit with maturities in excess of three months, are stated at cost, which is market value.

Inventories

Inventories are stated at cost that approximates market value, using the first-in, first-out method.

Accounts Receivable

Uncollectible amounts due for ad valorem taxes and other receivables are recognized as bad debts through the use of an allowance account or are directly charged off at the time information becomes available which indicates that the particular receivable is not collectible. In governmental fund types, the uncollectible amount is charged directly to the revenue reported. On the other hand, in proprietary fund types, the uncollectible amount is recognized as a bad debt expense.

Restricted Cash

Restricted cash on the balance sheet of the enterprise funds represents (1) amounts which have been designated to meet unexpected contingencies for property repairs and replacements, (2) funds held for customer deposits and (3) funds held for retirement of sewer revenue bonds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

General Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group at historical cost. Property acquired through donations is recorded at its estimated fair value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are expensed. Improvements are capitalized.

Public domains ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Depreciation has not been provided on general fixed assets, nor has interest been capitalized.

Property, Plant, Equipment and Depreciation - Proprietary Funds

Property, plant and equipment used by the proprietary funds are stated at cost. Interest costs incurred during construction periods are capitalized. Depreciation has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Distribution systems	5 - 50 years
Meters	5 years
Machinery, equipment and vehicles	5 years

Compensated Absences

All full time employees of the Town are entitled to annual vacation and sick leave with pay. Vacation leave entitlement does not carry over from one year to another. Employees are able to accrue unused sick leave without limitation; however, the Town is only liable to pay an employee who was employed by the Town prior to January 1, 1983, any unused sick leave not to exceed (90) days upon retirement. Vacation and sick leave payments are included in expenditures for governmental fund types when the payments are made to employees; the estimated commitment for compensated absences for governmental funds is reported in the general long-term debt account group.

The Town's policy is to present on an accrual basis in its proprietary funds the amount of earned but unused sick leave estimated to be payable upon retirement.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Reserves and Designations of Equity**

Some portions of fund balance and/or retained earnings are reserved to indicate that a portion of equity is legally restricted to a specific future use and is not available for appropriations or expenditures.

Designated portions of fund balance and/or retained earnings indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made. The Town has made the following reserves and designations of equity: (a) *Reserved for debt service* is that portion of fund balance which will be used for the payment of general long-term debt principal and interest, (b) *Reserved property, repairs and replacement* is that portion of retained earnings to be used for the future acquisition and repairs of property and equipment, and (c) *Designated for subsequent year's expenditures* is that portion of fund balance which has been budgeted to balance the following year's budgets.

Transfers

Transfers between funds are included in the budgets of each fund. In those cases where repayment is expected, the advances are accounted for through the various interfund accounts.

Budget Policy and Budgetary Accounting

A proposed budget is prepared and submitted to the Mayor and Board of Aldermen prior to the beginning of each fiscal year. A budget summary and notice of a public hearing is published with the public hearing being conducted prior to the commencement of the budget year.

The annual operating budget, prepared on the accrual basis, covers the general, special revenue, debt service funds, capital projects and enterprise funds. At the end of the fiscal year, unexpended appropriations automatically lapse. Budget amendments are approved by the Board of Aldermen and are included in the financial statements.

The financial transactions of the debt service funds are comparable to the budgeted revenues, expenditures and other financing sources (uses) adopted by the Board of Aldermen. Accordingly, individual budget comparisons are not presented in this financial report.

In connection with budget preparation, a portion of the unreserved fund balance of an individual fund may be designated for expenditures of the subsequent year. Such designation represents the amount to which the fund balance is used to balance the subsequent year's operating budget of that fund, as reflected in the legally adopted budget.

Reclassification

Certain amounts in the September 30, 2004, financial statements have been reclassified to conform to the September 30, 2002, financial statement presentation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Comparative Total Data

Comparative data for the prior year have been presented in certain accompanying financial statements to provide an understanding of changes in the Town's financial position and operations.

Total Columns on Combined Statements

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Statement of Cash Flows

For purposes of the statement of cash flows, liquid investments of the enterprise funds, including restricted assets, with a maturity of three months or less are considered to be cash equivalents.

NOTE 2 - CASH AND INVESTMENTS

The Town may invest in United States bonds, treasury notes, or certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal offices in the State of Louisiana or other qualifying federally insured investments.

At year-end, the Town's deposits (including demand deposit accounts, certificates of deposit, and restricted cash) totaled \$1,330,107 and the related bank balances were \$1,363,480. The bank balance is categorized as follows:

Category 1 - Amount insured by the FDIC	\$ 300,000
Category 2 - Amount collateralized with securities held by the pledging financial institution's trust department in the Town's name	999,734
Investments not subject to categorization: Louisiana Asset Management Pool (LAMP)	<u>145,242</u>
Total	<u>\$1,465,052</u>

Investment by the Town in the LAMP pools are considered unclassified as to credit risk because they are not evidenced by securities that exist in physical or book form.

NOTE 3 - DUE FROM OTHER GOVERNMENTS

Due from other governments at September 30, 2002, consists of the following:

Parish of Iberville, Louisiana - Sales Tax	\$ 70,930
U.S. Department of Justice	1,073
Other	<u>6,754</u>
Total	<u>\$ 78,757</u>

NOTE 4 - AD VALOREM TAXES

For the year ended September 30, 2002, taxes of 7.8 mills for the general fund were levied on property with assessed valuations totaling \$4,618,470; taxes levied were \$32,328.

NOTE 5 - FIXED ASSETS

General Fixed Assets

A summary of changes in general fixed assets for the year ended September 30, 2002, is as follows:

	Beginning of Year	Net Additions (Deletions)	End of Year
Land	\$ 272,333	\$ -	\$ 272,333
Buildings and improvements	1,438,733	23,475	1,490,198
Improvements other than buildings	339,178	-	339,170
Equipment and vehicles	965,773	156,448	1,098,321
Total	\$ 2,965,957	\$ 179,823	\$ 3,150,618

Proprietary Fund Fixed Assets

A summary of changes in proprietary fund fixed assets for the year ended September 30, 2002, is as follows:

	Beginning of Year	Net Additions (Deletions)	End of Year
Land	\$ 40,388	\$ -	\$ 40,388
Distribution systems	4,834,302	-	4,834,302
Meters	83,580	840	84,420
Machinery, equipment and vehicles	187,969	10,388	198,287
Total assets	5,166,409	\$ 11,128	\$ 5,177,997
Less accumulated depreciation	(2,249,876)		(2,418,285)
Total net	\$ 2,916,533		\$ 2,759,712

NOTE 6—LONG-TERM DEBT

Debt Outstanding

The following is a summary of long-term debt transactions of the Town for the year ended September 30, 2002:

	<u>Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>End of Year</u>
General				
Public improvement bonds	\$ 735,000	\$ -	\$ 185,000	\$ 550,000
Certificates of indebtedness	200,000	-	29,000	171,000
Capital leases	18,910	100,960	15,604	111,287
Accumulated sick pay benefits	8,600	-	8,600	-
	962,570	100,960	139,204	924,287
Enterprise Fund				
Revenue bonds	1,188,121	15,200	41,873	1,161,448
Totals	<u>\$ 2,168,761</u>	<u>\$ 124,161</u>	<u>\$ 200,916</u>	<u>\$ 2,091,996</u>

Long-term debt payable at September 30, 2002, is comprised of the following:

General Long-Term Debt

Public Improvement Bonds

\$1,440,000 Public Improvement Bonds secured by a pledge and dedication of the 2.37% sales and use tax levied and collected by the Parish of Iberville and allocated to the Town, due in annual installments through March 1, 2007; interest varying from 4.25% - 6.5%.

\$ 650,000

Certificates of Indebtedness

\$200,000 Certificates of indebtedness secured by a pledge and dedication of annual revenues, due in annual installments through June 1, 2007; interest at 6%

171,000

Capital Leases

\$238,161 Capital Leases (4) secured by equipment and a vehicle, due in annual installments through July 24, 2007; interest varying from 5.9% - 6.9%

111,287

NOTE 4- LONG-TERM DEBT (CONTINUED)

Enterprise Fund

Revenue Bonds

\$1,037,500 Sewer Revenue Bonds secured by a pledge and dedication of sewer revenues, due in monthly installments through May 23, 2039; interest at 3%.

832,254

\$28,000 Sewer Revenue Rehabilitation Bonds secured by a pledge and dedication of sewer revenues, due in monthly installments through June 25, 2039; interest at 4.5%

55,186

\$235,800 advanced on \$210,000 authorized Water Revenue Bonds secured by a pledge and dedication of water revenues, due in monthly installments through March 20, 2038; interest at 4.375%

211,384

Total long-term debt:

\$ 1,098,824

Debt Service Requirements to Maturity

The annual requirements to amortize debt outstanding at September 30, 2002, including interest payments of \$817,482, are as follows:

Year	General Long-Term Debt			Enterprise Fund		Total
	Public Improvement Bonds	Certificates of Indebtedness	Capital Loans	Sewer Revenue Bonds	Water Revenue Bonds	
2002	148,820	41,280	36,008	80,980	12,972	319,878
2004	154,200	40,480	31,071	80,980	12,972	319,823
2005	150,875	40,480	31,902	80,980	12,972	306,809
2006	154,800	40,480	19,096	80,980	12,972	307,728
2007	154,875	40,280	17,449	80,980	12,972	306,556
2008-2012	-	-	-	404,800	64,888	469,700
2013-2017	-	-	-	404,800	64,888	469,700
2018-2022	-	-	-	237,514	64,888	302,402
2023-2027	-	-	-	-	64,888	64,888
2028-2032	-	-	-	-	42,132	42,132
	<u>\$ 792,870</u>	<u>\$ 202,880</u>	<u>\$ 125,527</u>	<u>\$ 1,462,214</u>	<u>\$ 286,435</u>	<u>\$ 1,748,649</u>

Normally, debt issues are not retired prior to their maturity. For accounting purposes, interest coupons issued in connection with the sale of various bond issues become obligations/expenditures of the Town only with the passage of time, and they represent fixed and determinable obligations which must be retired from future revenues.

NOTE 4 - LONG-TERM DEBT (CONTINUED)

The following table indicates unamortized interest outstanding at September 30, 2003, and the amounts which can be projected to be required in future years for retirement of both outstanding debt and interest of the general long-term debt account group which will become due and payable over the remaining life of the various debt issues:

	Amount to be provided for General Long- Term Debt	Unamortized Interest Coupons	Total
Public improvement bonds to be retired from proceeds of sales tax	\$ 417,875	\$ 112,070	\$ 529,945
Certificates of indebtedness to be retired from excess revenues	154,513	31,682	186,195
Capital Lease agreements to be retired from excess revenue	111,282	14,689	125,971
Totals	\$ 683,670	\$ 158,441	\$ 842,111

Interest expense for this debt during the year ended September 30, 2002, was \$66,615.

Bond Restrictions

Sales Tax Bonds

Under the terms of the Indenture authorizing the issuance of Public Improvement Bonds - Series 1992, proceeds of the 2/7% sales and use tax, collected by the Parish of Iberville, and allocated to the Town, are pledged and dedicated for the establishment and maintenance of the following local funds:

1. A Public Improvement Bond - Series 1992 Sinking Fund is to be used for the payment of the principal and interest on outstanding bonds as they become due and payable. Monthly payments are to be equal to the sum of one-sixth of interest falling due on the next interest payment date and one-twelfth of principal falling due on the next principal payment date.
2. A Public Improvement Bond - Series 1992 Sales Tax Bond Reserve Fund is to be used solely for the purpose of paying principal and interest on bonds payable from the Bond Sinking Fund, as to which there would otherwise be default. Requirements for establishment of the Fund have been met and no further payments are to be made.

NOTE 4 - LONG-TERM DEBT (CONTINUED)

Certificates of Indebtedness

In accordance with the terms of the indenture authorizing the issuance of the certificate of indebtedness, excess revenues are used for the establishment of the 1997 Certificate of Indebtedness Sinking Fund. The sinking fund is used for the payment of principal and interest on outstanding debt as it becomes due and payable. Monthly payments are equal to the sum of one-sixth of interest becoming due on the next interest payment date and one-twelfth of principal becoming due on the next principal payment date.

Sewer Revenue Bonds

In accordance with the indenture governing Sewerage Utility Fund Revenue Bonds, Series 1994 and 1999, cash is periodically deposited into accounts administered by a trustee bank. These bonds are a direct liability of the Sewerage Enterprise Fund to be serviced by the earnings from the Fund. Deposits are made to these trust accounts in accordance with the requirements of each.

1. The Sewer System Revenue Fund requires all revenue derived from its operations to be deposited in a bank that is a member of the Federal Deposit Insurance Corporation as long as any of the bonds are outstanding. Required transfers are made on a monthly basis to designated trust accounts. In addition, the Series 1999 Bonds require the use of a separate construction account.
2. The Sewer Revenue Bond Fund requires monthly fund transfers from the Sewer System Revenue Fund to provide payment of the semi maturing interest and principal of the revenue bonds.
3. The Sewer Revenue Bond Reserve Fund requires monthly transfers of \$334 until \$95,544 has been accumulated. This fund is restricted to payment of principal and interest in case of default.
4. The Sewer Depreciation and Contingency Fund requires monthly transfers of \$323. The Fund is restricted to payments for unusual or extraordinary maintenance, repairs, replacement, and extensions and improvements that will either enhance its revenue producing capacity or provide improved service. It will also be used to pay principal and interest if there are not sufficient funds in the Sewer Revenue Bond Fund, or Sewer Revenue Bond Reserve Fund. Upon completion of the construction of the improvements financed with the Series 1999 Bonds, the monthly transfer will be \$346.

The Town of White Castle has complied with the above conditions.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Water Revenue Bonds

In accordance with the indenture governing Water Utility Fund Revenue Bonds, cash is deposited into accounts administered by a trustee bank. These bonds are a direct liability of the Water Enterprise Fund to be serviced by the earnings from the Fund. Deposits are made to these trust accounts in accordance with the requirements of each.

1. The Water Revenue Fund requires all revenue derived from the operation of the system be deposited into the Revenue Fund. Required transfers are made on a monthly basis to designated trust accounts.
2. The Water Revenue Bond and Interest Sinking Fund requires monthly transfers from the Water Revenue Fund to provide payment of the next maturing interest and principal of the revenue bonds.
3. The Water Revenue Bond Reserve Fund requires monthly transfers of \$46 - \$55 until \$11,972 has been accumulated. This Fund is restricted to payment of principal and interest in case of default.
4. The Water Depreciation and Contingency Fund requires monthly transfers of \$124. The Fund is established to care for extensions, additions, improvements, renewals and replacements necessary to properly operate the system. Such payments into the Fund are to continue over the life of the bonds.

The Town of White Center has complied with the above restrictions.

NOTE 7 - DEDICATED REVENUES

Proceeds of the Beaverville Parish sales and use tax were dedicated to the following purposes as of September 30, 2003:

Opening, constructing, paving, and improving streets, sidewalks, roads and alleys; constructing bridges; purchasing or constructing water works, sewers, drains, drainage canals, pumping plants, sewerage disposal works, light and power plants, gas plants, halls, jails, fire department stations, hospitals, auditoriums, public parks, restrooms, libraries, docks, wharves, river terminals and other public buildings, including the necessary equipment and furnishings thereof, or for any one or more such purposes.

Consistent with this dedication, transfers from the Sales Tax Fund are being used to retire the Public Improvement Bonds - Series 1992. See Note 6.

NOTE 8 - SEGMENTS OF ENTERPRISE ACTIVITIES

These services, gas, water, and sewerage, are provided by the Town and are financed by user charges. The significant financial data for the year ended September 30, 2003, for these services are as follows:

	<u>Gas Utility</u>	<u>Watersworks Utility</u>	<u>Sewerage Utility</u>	<u>Total</u>
Operating revenues	\$ 391,354	\$ 143,536	\$ 241,904	\$ 776,794
Operating expenses				
net of depreciation	285,888	148,177	169,946	583,911
Depreciation	6,738	37,713	137,828	172,261
Operating income/(loss)	24,738	(32,954)	(5,867)	(13,977)
Non-operating				
revenue (expense)	4,427	(8,244)	(33,338)	(37,144)
Operating transfers out	<u>(30,808)</u>	<u>-</u>	<u>-</u>	<u>(30,808)</u>
Net loss	\$ <u>(125)</u>	\$ <u>(34,988)</u>	\$ <u>(41,838)</u>	\$ <u>(80,951)</u>
Contributed capital	\$ -	\$ 405,681	\$ 1,084,654	\$ 1,490,315
Fixed asset additions	1,414	574	9,348	11,128
Net working capital	318,194	135,340	284,818	478,447
Total assets	244,754	761,287	2,366,458	3,372,491
Long-term debt	-	208,588	903,200	1,111,890
Total equity	161,084	485,413	1,544,818	2,251,413

NOTE 9 - PENSION AND RETIREMENT PLANS

Social Security System

The employees of the Town are covered under the Federal Insurance Contributions Act (Social Security). The Town's contributions were \$42,357 and taxable payroll was \$556,879 for the year ended September 30, 2003.

Municipal Employees' Retirement System of Louisiana

Plan Description - Substantially all employees of the Town are members of the Municipal Employees' Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Town are members of Plan B.

NOTE 9 -- PENSION AND RETIREMENT PLANS (CONTINUED)

Municipal Employees' Retirement System of Louisiana (Continued)

All permanent employees working at least 35 hours per week who are paid wholly or in part from Town funds are eligible to participate in the System. Under Plan B, employees who retire at or after age 60 with at least 10 years of creditable service or at or after age 55 with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average salary multiplied for each year of creditable service. Furthermore, employees with at least one year of creditable service but less than 30 years, may take early retirement benefits commencing at or after age 60, with basic benefits reduced 3 percent for each year retirement precedes age 60. In any case, retirement benefits paid under Plan B cannot exceed \$70 per month multiplied by total years of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination.

The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees' Retirement System, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 923-4810.

Funding Policy. Under Plan B, members are required by state statute to contribute 3.0 percent of their annual covered salary and the Town is required to contribute at an actuarially determined rate. The current rate was 7.0 percent of annual covered payroll during the year ended September 30, 2002. Contributions to the System also include one-fourth of one percent of the oil valuations taxes shown to be collectible by the tax rolls of each parish. These ten dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Town are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuations and are subject to change each year based on the results of the valuation for the prior fiscal year.

The Town's contributions to the system under Plan B for the year ended September 30, 2002, was \$13,231.

Municipal Police Employees' Retirement System

Plan Description -- Police department employees of the Town are members of the Municipal Police Employees' Retirement System (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

All permanent full-time police officers who are paid wholly or in part from Town police department funds are required to participate in the System.

NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)

Municipal Police Employees' Retirement System (Continued)

Under the plan, officers who retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 10 years of creditable service or any age with at least 25 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 5 and 1/3 percent of their final-average salary multiplied for each year of creditable service not to exceed 180 percent of final salary. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees' Retirement System, 8400 United Plaza Boulevard, Suite 270, Baton Rouge, Louisiana 70806-7047, or by calling (225) 928-7411.

Funding Policy. Under the Plan, members are required by state statute to contribute 1.5 percent of their annual covered salary and the Town is required to contribute at an actuarially determined rate. The current rate is 9.0 percent of annual covered payroll. The contribution requirements of plan members and the Town are established and may be amended by state statute. As established by state statute, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

The Town's contributions to the system under the Plan for the year ended September 30, 2002, are \$11,691.

NOTE 10 - INTERFUND TRANSFERS

Operating Transfers

Operating transfers for the year ended September 30, 2002, were as follows:

	Transfers	
	In	Out
General Fund:		
Sales Tax Fund	\$ 780,000	\$ -
Gas Utility Fund	30,000	-
Sales Tax Fund:		
General Fund	-	780,000
1992 Sinking Fund	-	145,000
1997 Sinking Fund	-	40,000
Debt Service Funds:		
1992 Sinking Fund	145,000	5,910
1997 Sinking Fund	40,000	-
1992 Reserve Fund	5,910	-
Enterprise Fund:		
Gas Utility Fund	-	29,870
	<u>\$ 921,110</u>	<u>\$ 921,130</u>

NOTE 11 - INTERFUND RECEIVABLE AND PAYABLE BALANCES

Interfund balances at September 30, 2002, were as follows:

	Interfund	
	Receivable	Payable
General Fund		
Gas Utility Fund	\$ 13,251	\$ -
Waterworks Utility Fund	20,018	-
Sewerage Utility Fund	20,219	-
Section 8 Fund	500	-
Sales Tax Fund		
1992 Sinking Fund	25,254	-
Gas Utility Fund	2,763	-
Louisiana Housing Finance Agency Fund	12,067	
Louisiana Housing Finance Agency Fund		
Sales Tax Fund	-	12,067
1992 Sinking Fund		
Sales Tax Fund	-	25,254
Section 8		
General Fund	-	500
Enterprise Funds		
Gas Utility Fund		
General Fund	-	13,251
Sales Tax Fund		2,763
Waterworks Utility Fund		
General Fund	-	21,018
Sewerage Utility Fund		
General Fund	-	21,219
	<u>\$ 86,092</u>	<u>\$ 86,092</u>

NOTE 12 - COMPENSATION TO GOVERNING BODY

The Town compensated its Mayor and members of the Board of Aldermen as follows:

Mayor	
Maurice Brown	\$ 30,112
Board of Aldermen	
Barbara O'Sear	4,856
John Donnellon	4,856
Ernest Allen	4,856
Leonard Johnson	4,856
Cornell Young	4,856
	<u>\$ 34,792</u>

The Town's elected officials terms expire on December 31, 2002.

NOTE 13 - COMMITMENTS AND CONTINGENCIES

Litigation

Several suits arising from operation of the police department have been filed against the Town that total \$140,000 in potential claims. The cases are covered by insurance; however, the ultimate effect of such litigation cannot be ascertained at this time. It is the opinion of Town management that the ultimate resolution of such litigation will not have a material effect on the financial position of the Town and no account has been recorded in the financial statements. The Town is vigorously defending these matters.

Various other suits and claims arising in the ordinary course of operations are pending against the Town. The majority of the cases are either covered by insurance or other defenses; however, the ultimate effect of such litigation cannot be ascertained at this time. It is the opinion of the Town's management that the ultimate resolution of such litigation will not have a material effect on the financial position of the Town.

Grants

The Town receives Federal, State and local grants for specific purposes that are subject to audit by grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. It is the opinion of Town management that the Town's compliance with the terms of grants will result in no disallowed costs.

Risk Management

The Town is exposed to various risks of losses related to toxic, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters for which the Town carries commercial insurance. There were no major changes in insurance coverage from the prior year and settlements have not exceeded coverage in the current year or in the past three years.

NOTE 14 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Expenditures Exceeding Appropriations

For the year ended September 30, 2003, the General Fund had an excess of expenditures over appropriations of approximately \$47,000.

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

**TOWN OF WHITE CASTLE, LOUISIANA
GENERAL FUND**

BALANCE SHEET

September 30, 2002
(With comparative totals for 1991)

	<u>2002</u>	<u>1991</u>
ASSETS		
Cash and cash equivalents	\$ 339	\$ 4,747
Due from other governments	1,426	9,493
Due from other funds	<u>58,542</u>	<u>17,218</u>
Total assets	<u>\$ 60,307</u>	<u>\$ 31,458</u>
LIABILITIES		
Accounts payable	\$ 1,687	\$ 9,794
Payroll and related payables	<u>21,792</u>	<u>18,809</u>
Total liabilities	23,479	28,603
FUND BALANCE		
Undesignated	<u>36,828</u>	<u>2,855</u>
Total liabilities and fund balance	<u>\$ 60,307</u>	<u>\$ 31,458</u>

**TOWN OF WHITE CASTLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2002
(With comparative actual totals for 2001)

	<u>2002</u>		<u>Variance -</u>	<u>2001</u>
	<u>Budget</u>	<u>Actual</u>	<u>(unfavorable)</u>	<u>Actual</u>
REVENUES				
Taxes				
Ad valorem	\$ 32,900	\$ 32,189	\$ (711)	\$ 34,726
Public utility franchise	22,800	24,312	1,512	32,477
Cable T.V. franchise	5,690	5,898	4,198	5,083
License and permits	68,800	59,843	(4,177)	63,838
Intergovernmental				
Tobacco	16,900	12,236	(4,264)	-
Grants	35,900	47,380	12,080	43,744
Beer	6,200	6,988	188	6,010
Videos/poker	12,800	18,857	(1,143)	11,829
Local housing authority	17,200	17,816	616	19,253
Fees	15,800	18,577	(3,423)	19,548
Other				
Lease and royalty	4,000	6,669	2,669	5,403
Interest	500	-	(500)	419
Miscellaneous	22,900	26,324	4,324	19,471
Total revenues	\$ 269,050	\$ 281,927	\$ 12,877	\$ 266,775

**TOWN OF WHITE CASTLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2002
(With comparative actual totals for 2001)

	<u>2002</u>		Variance - favorable (unfavorable)	<u>2001</u> <u>Actual</u>
	<u>Budget</u>	<u>Actual</u>		
EXPENDITURES				
General government	\$ 366,886	\$ 366,410	\$ (5,346)	\$ 338,933
Public safety	243,927	267,315	(23,388)	383,047
Streets and sanitation	155,818	168,351	(4,543)	148,723
Public health	18,900	33,249	(13,249)	28,889
Recreation	20,800	20,620	650	46,068
Total expenditures	<u>1,005,331</u>	<u>1,085,935</u>	<u>(47,324)</u>	<u>837,660</u>
Excess of expenditures over revenues	(789,381)	(804,028)	(34,447)	(578,888)
OTHER FINANCING SOURCES				
Proceeds from long-term leases	108,400	108,261	581	-
Operating transfers in	<u>729,900</u>	<u>729,690</u>	<u>-</u>	<u>528,000</u>
Total other financing sources	<u>838,300</u>	<u>837,951</u>	<u>581</u>	<u>528,000</u>
Excess (deficiency) of revenues over expenditures and other financing sources	<u>\$ 68,819</u>	<u>24,933</u>	<u>\$ (75,880)</u>	<u>(28,888)</u>
FUND BALANCE				
Beginning of year		<u>2,633</u>		<u>24,242</u>
End of year		<u>\$ 28,382</u>		<u>\$ 2,633</u>

TOWN OF WHITE CASTLE, LOUISIANA GENERAL FUND

STATEMENT OF DEPARTMENTAL EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL

For the year ended September 30, 2003
(With comparative actual totals for 2002)

	2003			2002
	Budget	Actual	Variance - Favorable/ Unfavorable(\$)	Actual
GENERAL GOVERNMENT				
Salaries	\$ 46,884	\$ 15,714	\$ (3,233)	\$ 48,228
Payroll taxes	3,000	3,897	(3,897)	4,323
Municipal retirement	3,500	3,500	341	3,683
Employer's insurance	18,300	17,789	781	14,412
Insurance	92,000	47,838	4,461	92,723
Accounting	47,000	45,257	3,743	33,977
Legal	70,000	28,671	1,389	80,864
General fund assets	11,500	200	13,300	4,627
Engineering	-	1,480	(1,480)	-
Maintenance - building	4,000	4,360	1,440	2,620
Publishing	3,400	4,888	(2,488)	6,918
Office supplies	6,800	6,009	691	3,879
Books and subscriptions	4,200	5,815	(815)	2,449
Computer	3,400	1,430	1,970	4,813
Telephones	11,250	9,716	2,514	9,779
Travel	35,800	58,717	(2,737)	18,323
Printing	2,800	2,739	(169)	1,268
Council on Aging	3,500	6,911	(2,411)	4,838
Communications	1,800	1,779	128	1,750
Drug testing	1,800	844	156	615
Maintenance contracts	4,400	3,364	(734)	1,990
Maintenance - equipment and vehicle	2,800	2,838	(134)	1,812
Other	3,750	13,000	(10,900)	4,252
Total general government	308,334	286,418	(1,924)	328,910
RECREATION				
Capital outlay	18,000	13,881	3,119	41,352
Utilities	4,000	4,527	(527)	4,717
Materials and supplies	-	3,293	(3,293)	-
Total recreation	22,000	21,698	302	46,069
PUBLIC HEALTH				
	\$ 18,000	\$ 11,245	\$ (11,245)	\$ 38,889

**TOWN OF WHITE CASTLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF DEPARTMENTAL EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2002
(With comparative actual totals for 2001)

	2002		Variance - Favorable (unfavorable)	2001 Actual
	Budget	Actual		
PUBLIC SAFETY				
Police				
Salaries	\$ 230,827	\$ 230,782	\$ (45)	\$ 235,865
Payroll taxes	16,290	26,100	9,810	16,146
Municipal retirement	11,680	14,542	2,862	14,289
Employee's insurance	30,000	31,164	1,164	45,345
General fixed assets	-	-	-	2,682
Maintenance - vehicle	71,590	22,659	48,931	16,215
Accounting	-	1,148	1,148	3,871
Insurance	4,000	897	3,103	2,279
Field supplies	60,000	68,478	8,478	5,138
Clothing	1,000	2,457	1,457	2,889
Printing	3,600	2,649	951	1,342
Fuel costs	7,000	3,416	3,584	4,802
Drug testing	500	152	348	600
Maintenance - building	800	828	28	225
Vehicle fuel	30,000	18,488	11,512	12,879
Dues and subscriptions	200	162	38	175
Travel	4,600	2,788	1,812	3,671
Telephone	1,200	3,206	2,006	2,891
Maintenance contracts	500	799	299	309
Other	3,682	2,452	1,230	2,652
Total police	654,927	427,628	227,299	378,312
Volunteer fire				
Truck and equipment	33,600	38,700	5,100	11,611
Vehicle fuel	900	720	180	371
Telephone	120	64	56	110
Total volunteer fire	34,620	39,484	4,864	12,112
Total public safety	\$ 689,547	\$ 567,112	\$ 122,435	\$ 390,424

**TOWN OF WHITE CASTLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF DEPARTMENTAL EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2001
(With comparative actual totals for 2000)

	2001			2000
	Budget	Actual	Variance - Favorable (Unfavorable)	Actual
STREETS AND SANITATION				
Salaries	\$ 64,408	\$ 65,177	\$ (769)	\$ 66,418
Employee's insurance	11,588	12,297	1,263	11,183
Payroll taxes	4,960	4,781	178	4,872
Municipal retirement	1,688	2,630	(838)	2,133
Insurance	2,088	10	4,088	-
Maintenance - equipment	1,088	6,465	(4,983)	1,403
Maintenance - street	4,088	7,388	(1,388)	(38)
Maintenance - vehicle	1,088	1,365	(282)	682
Utilities	44,088	45,847	933	43,824
Vehicle fuel	3,288	2,967	281	2,621
Chemicals	1,088	1,514	(514)	1,043
Drug testing	288	177	83	78
Other	11,288	11,581	(1,281)	11,681
Total streets and sanitation	121,818	182,961	(1,821)	168,721
Total expenses	\$ 1,208,601	\$ 1,881,931	\$ (417,334)	\$ 1,871,681

Notes on Exhibit A-6 are an integral part of this statement.

SPECIAL REVENUE FUNDS

*Special Revenue Funds are used to account
for specific revenues
that are legally restricted to
expenditure for specified purposes.*

TOWN OF WHITE CASTLE, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

September 30, 2002
 (With comparative totals for 2001)

	Sales Tax			Total	
	Fund	Section 8	LHA	2002	2001
ASSETS					
Cash and cash equivalents	\$ 276,041	\$ 10,152	\$ 12,667	\$ 298,260	\$ 245,644
Investments, at cost	279,388	-	-	279,388	281,664
Due from other funds	48,884	-	-	48,884	29,983
Due from other governments	20,813	-	-	20,813	25,729
Total assets	\$ 625,126	\$ 10,152	\$ 12,667	\$ 685,653	\$ 603,281
LIABILITIES					
Due to other funds	\$ -	\$ 508	\$ 12,667	\$ 13,175	\$ 13,587
Deferred income	-	5,852	-	5,852	16,870
Total liabilities	-	10,152	12,667	22,318	28,637
FUND BALANCE					
Designated - subsequent year's expenditures	253,200	-	-	253,200	-
Undesignated	411,264	-	-	411,264	583,724
Total fund balance	664,464	-	-	664,464	583,724
Total liabilities and fund balance	\$ 664,464	\$ 10,152	\$ 12,667	\$ 685,653	\$ 614,363

**TOWN OF WHITE CASTLE, LOUISIANA
SPECIAL REVENUE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE**

For the year ended September 30, 2002
(With comparative totals for 2001)

	Sales Tax Fund	Section 8	LHA	Total	
				2002	2001
REVENUES					
Taxes:					
Bossier Parish sales tax	\$ 952,544	\$ -	\$ -	\$ 952,544	\$ 687,444
Intergovernmental:					
HUD receipts	-	41,347	-	41,347	30,294
Grant	-	-	131,090	131,090	30,192
Other:					
Interest	13,535	202	-	13,737	21,856
Total revenues	965,544	41,549	131,090	1,138,183	809,786
EXPENDITURES					
Public health:					
Rent and utility assistance	-	38,841	-	38,841	28,216
Contract payment	-	-	131,090	131,090	38,192
Administrative:					
	-	7,828	-	7,828	4,415
Total expenditures	-	46,669	131,090	178,959	68,823
Excess of revenues over expenditures	965,544	-	-	965,544	739,126
OTHER FINANCING USES					
Operating transfer out	(183,200)	-	-	(183,200)	(700,200)
Excess of revenues over expenditures and other financing uses	80,740	-	-	80,740	15,926
FUND BALANCE					
Beginning of year	515,724	-	-	515,724	568,798
End of year	\$ 605,464	\$ -	\$ -	\$ 605,464	\$ 584,724

Notes on Exhibit A-C are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA
SALES TAX FUND

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2002
 (With comparative actual totals for 2001)

	<u>2002</u>		<u>Variance - Favorable (Unfavorable)</u>	<u>2001 Actual</u>
	<u>Budget</u>	<u>Actual</u>		
REVENUES				
Taxes				
Servicio Parish sales tax	\$ 948,080	\$ 993,964	\$ 45,884	\$ 697,644
Other				
Interest	<u>31,080</u>	<u>13,376</u>	<u>(17,704)</u>	<u>33,482</u>
Total revenues	984,080	983,948	4,940	720,126
OTHER FINANCING USES				
Operating transfers out	<u>(165,280)</u>	<u>(165,200)</u>	<u>-</u>	<u>(793,200)</u>
Excess (deficiency) of revenues over other financing uses	<u>\$ 73,800</u>	<u>\$ 8,748</u>	<u>\$ 65,052</u>	<u>16,926</u>
FUND BALANCE				
Beginning of year		<u>383,314</u>		<u>368,358</u>
End of year		<u>\$ 656,464</u>		<u>\$ 383,314</u>

Notes on Exhibit A-6 are an integral part of this statement.

**TOWN OF WHITE CASTLE, LOUISIANA
SECTION 8**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2001
(With comparative actual results for 2000)

	<u>2001</u>		<u>Variance -</u>	
	<u>Budget</u>	<u>Actual</u>	<u>Favorable</u>	<u>2001</u>
			<u>(unfavorable)</u>	<u>Actual</u>
REVENUES				
Intergovernmental				
IFUD receipts	\$ 31,380	\$ 31,747	\$ (3,153)	\$ 30,294
Other				
Interest	580	580	0.00	581
Total revenues	32,000	32,349	6,651	30,875
EXPENDITURES				
Public health				
Road and utility assistance	48,580	38,031	7,578	36,216
Administrative	5,580	3,038	41,378	4,435
Total expenditures	52,000	41,069	6,651	30,651
Excess of revenues over expenditures	\$ _____	-	\$ _____	-
FUND BALANCE				
Beginning of year		_____		_____
End of year		\$ _____		\$ _____

Notes on Exhibit A-4 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA
LHFA

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASES) AND ACTUAL**

For the year ended September 30, 2002
(With comparative totals for 2001)

	2001		Variance - favorable (unfavorable)	2001 Actual
	Budget	Actual		
REVENUES				
Intergovernmental				
State grant	\$ 130,000	\$ 130,000	\$ 1,000	\$ 30,152
EXPENDITURES				
Public health				
Contractor	130,000	130,000	(1,000)	30,152
Excess of revenues over expenditures	\$ _____	- \$ _____		-
FUND BALANCE				
Beginning of year		_____		_____
End of year		\$ _____		\$ _____

Notes on Exhibit A-4 are an integral part of this statement.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for
the accumulation of resources for,
and the payment of,
general long-term debt principal and interest.

**TOWN OF WHITE CASTLE, LOUISIANA
DEBT SERVICE FUNDS**

COMBINING BALANCE SHEET

September 30, 2002
(With comparative totals for 2001)

	<u>Public Improvement Bonds</u> <u>Sales Tax Bonds</u>		<u>Certificates of</u> <u>Indebtedness</u>	<u>Total</u>	
	<u>1992 Sinking</u> <u>Fund</u>	<u>1992 Reserve</u> <u>Fund</u>	<u>1997 Sinking</u> <u>Fund</u>	<u>2002</u>	<u>2001</u>
ASSETS					
Cash and cash equivalents	\$ 103,563	\$ -	\$ 16,187	\$ 120,750	\$ 106,994
Investments, at cost	-	144,800	-	144,800	148,800
Total assets	<u>\$ 103,563</u>	<u>\$ 144,800</u>	<u>\$ 16,187</u>	<u>\$ 265,790</u>	<u>\$ 260,000</u>
LIABILITIES					
Due to other funds	\$ 25,294	\$ -	\$ -	\$ 25,294	\$ 17,434
FUND BALANCE					
Reserve - debt service	<u>88,269</u>	<u>144,800</u>	<u>16,187</u>	<u>249,456</u>	<u>242,668</u>
Total liabilities and fund balance	<u>\$ 103,563</u>	<u>\$ 144,800</u>	<u>\$ 16,187</u>	<u>\$ 265,790</u>	<u>\$ 260,102</u>

Notes on Exhibit A-6 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the year ended September 30, 2002
(With comparative totals for 2001)

	Public Improvement Bonds		Certificates of		
	Sales Tax Bonds		Indebtedness		
	1997 Sinking	1997 Revenue	1997 Sinking	Total	
	Fund	Fund	Fund	2002	2001
REVENUES					
Other					
Interest	\$ _____	\$ 3,511	\$ 389	\$ 4,300	\$ 2,386
EXPENDITURES					
Debt service					
Principal retirement	181,000	-	26,000	194,000	177,000
Interest and fiscal charges	67,482	-	12,179	89,671	80,318
Total expenditures	193,482	-	41,179	193,671	183,318
Excess (deficiency) of revenues over expenditures	(193,482)	3,511	66,719	(123,271)	(184,884)
OTHER FINANCING SOURCES (USES)					
Operating transfers in	150,810	-	40,300	190,110	196,754
Operating transfers out	-	(13,803)	-	(13,803)	(8,024)
Total other financing sources (uses)	150,810	(13,803)	40,300	167,307	188,730
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(1,342)	-	(349)	(2,711)	4,196
FUND BALANCE					
Beginning of year	\$1,881	144,000	10,730	242,607	216,471
End of year	\$ 80,389	\$ 144,000	\$ 16,187	\$ 240,486	\$ 242,607

PROPRIETARY (ENTERPRISE) FUNDS

Proprietary (Enterprise) Funds are used to account for operations that are similar to private business enterprises. The intent is that the costs of providing services to the general public on a continuing basis be financed through user charges.

**TOWN OF WHITE CASTLE, LOUISIANA
ENTERPRISE FUNDS**

COMBINING BALANCE SHEET

September 30, 2002

(With comparative totals for 2001)

	Gas Debt/Fund	Waterworks Debt/Fund	Sewerage Debt/Fund	Total	
				2002	2001
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 42,813	\$ 64,566	\$ 81,440	\$ 188,819	\$ 114,562
Investments, at cost	81,246	76,459	150,604	308,314	316,977
Accounts receivable, net	20,561	18,569	28,357	67,487	63,813
Prepaid insurance	1,824	1,834	1,834	5,492	14,028
Inventory, at cost	1,738	3,273	-	5,011	4,782
Total current assets	148,182	164,727	262,235	575,144	514,162
RESTRICTED ASSETS, cash	39,604	45,911	89,772	175,287	140,151
FIXED ASSETS, net	41,661	333,082	2,118,403	2,893,146	2,920,420
Total assets	\$ 229,447	\$ 543,720	\$ 2,470,410	\$ 3,243,577	\$ 3,574,735

LIABILITIES

CURRENT

Accounts payable	\$ 7,894	\$ 1,089	\$ 1,835	\$ 13,818	\$ 8,780
Prepaid and related payables	19,134	1,817	249	28,280	18,684
Due in other funds	16,814	31,038	21,213	58,245	36,719
Other accrued liabilities	3,274	1,637	-	4,911	3,449
Current portions of long-term debt	-	2,086	19,845	22,931	35,482

Total current liabilities

Payable from restricted assets

Customer deposits	58,064	27,718	-	66,782	66,213
Long-term debt	-	283,528	813,283	1,121,828	1,146,322

Total liabilities

	63,670	283,474	871,434	1,331,878	1,358,835
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CAPITAL

CONTRIBUTIONS

From municipality	-	288,141	-	288,141	288,144
From parish	-	-	250,056	250,056	253,131
From federal grant	-	114,500	854,598	971,098	1,813,134

RETAINED EARNINGS

Reserve - debt contingencies	-	2,359	34,239	37,575	32,689
Reserve - property, repairs and replacement	-	12,966	35,213	48,179	42,430
Unreserved	161,664	59,030	180,668	409,468	472,282

Total capital

	161,664	49,451	1,444,816	1,655,931	1,562,192
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Total liabilities and capital

	1 288,234	2 761,287	2 2,316,433	2 3,987,809	2 3,921,027
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Notes on Exhibit 4.4 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS

For the year ended September 30, 2001
(With comparative totals for 2000)

	Gas	Wastewater	Sewerage	Total	
	Utility Fund	Utility Fund	Utility Fund	2001	2000
OPERATING REVENUES					
Charges for services	\$ 108,413	\$ 143,546	\$ 241,694	\$ 714,433	\$ 718,004
Other	761	768	248	3,171	3,433
Total operating revenues	<u>109,174</u>	<u>144,314</u>	<u>241,942</u>	<u>717,604</u>	<u>721,437</u>
OPERATING EXPENSES					
Gas	148,828	-	-	148,828	214,377
Depreciation	6,738	22,713	137,828	177,283	167,334
Field	73,680	77,886	50,886	182,452	262,288
Administration	<u>22,812</u>	<u>29,771</u>	<u>29,888</u>	<u>102,471</u>	<u>188,428</u>
Total operating expenses	<u>248,058</u>	<u>129,369</u>	<u>218,502</u>	<u>595,929</u>	<u>773,128</u>
Operating income (loss)	<u>34,116</u>	<u>11,945</u>	<u>23,440</u>	<u>70,501</u>	<u>48,309</u>
NON-OPERATING					
Contributed capital -- grant from federal source	-	-	5,000	5,000	28,000
Interest income	4,431	3,391	1,387	15,211	23,384
Interest expense	-	<u>(18,641)</u>	<u>(41,250)</u>	<u>(60,092)</u>	<u>(22,633)</u>
Total non-operating, net	<u>4,431</u>	<u>(15,250)</u>	<u>(40,163)</u>	<u>(50,982)</u>	<u>(5,249)</u>
Income (loss) before operating transfers	<u>38,547</u>	<u>(3,305)</u>	<u>(16,723)</u>	<u>18,519</u>	<u>43,060</u>
OPERATING TRANSFERS					
Operating transfers in	-	-	-	-	11,576
Operating transfers out	<u>(16,000)</u>	<u>-</u>	<u>-</u>	<u>(16,000)</u>	<u>(16,172)</u>
Net loss	<u>(16,000)</u>	<u>(16,194)</u>	<u>(16,163)</u>	<u>(68,357)</u>	<u>(17,969)</u>
Depreciation transferred to contributed capital	-	-	44,001	44,001	49,581
Net increase (decrease) in retained earnings	<u>(16,000)</u>	<u>(16,194)</u>	<u>27,838</u>	<u>(4,356)</u>	<u>13,602</u>
RETAINED EARNINGS					
Beginning/balance	<u>181,512</u>	<u>238,130</u>	<u>(111,611)</u>	<u>307,999</u>	<u>213,988</u>
Ending balance	<u>\$ 165,512</u>	<u>\$ 221,936</u>	<u>\$ (83,773)</u>	<u>\$ 303,675</u>	<u>\$ 227,590</u>

Notes on Exhibit A-8 are an integral part of this statement

TOWN OF WHITE CASTLE, LOUISIANA ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the year ended December 31, 2023
(With comparative data for 2022)

CASH FLOWS FROM OPERATING ACTIVITIES

Operating income (loss)	
Administrative operating (expense) / income	
Depreciation	
Change in operating assets and liabilities	
Accounts receivable	
Customer deposits	
Prepaid insurance and inventory	
Accounts payable and accrued expenses	

Net cash provided by operating activities

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Advances (repayments) to other funds	
Operating transfers in (out)	

Net cash provided by non-capital financing activities

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Capitalized asset	
Acquisition and construction of capital assets	
Interest expense	
Proceeds from sale of capital assets	
Repayment of long-term debt	
Repayment of short-term debt	
Repayment of lease income funds	

Net cash used by capital activities

CASH FLOWS FROM OPERATING ACTIVITIES

Reconciliation (including all transfers) to (from) operating funds	
--	--

Net cash provided (used) by operating activities

Income (expense) in cash

Cash (plus) Cash (minus) at year end, including uncollected cash

Beginning of period

End of period

	On Order Fund	Transfers to Order Fund	Revenue Order Fund	Total	
				2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income (loss)	\$ 34,278	\$ (33,114)	\$ (5,495)	\$ (11,331)	\$ 12,338
Administrative operating (expense) / income					
Depreciation	8,228	27,710	(17,194)	18,744	18,759
Change in operating assets and liabilities					
Accounts receivable	(2,275)	114	161	(1,999)	(2,254)
Customer deposits	446	446	-	892	(1,275)
Prepaid insurance and inventory	5,572	5,572	5,572	16,716	(14,995)
Accounts payable and accrued expenses	2,441	(1,058)	1,054	2,437	(14,452)
Net cash provided by operating activities	38,242	(2,440)	(14,858)	17,944	11,401
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Advances (repayments) to other funds	10,348	11,440	1,440	23,228	(10,145)
Operating transfers in (out)	(10,348)	-	-	(10,348)	(10,348)
Net cash provided by non-capital financing activities	0	11,440	1,440	12,888	(18,493)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capitalized asset	(5,454)	(275)	(5,729)	(6,029)	28,200
Acquisition and construction of capital assets	-	(10,348)	(10,348)	(20,696)	(18,475)
Interest expense	-	11,396	-	11,396	(20,298)
Proceeds from sale of capital assets	-	(1,416)	-	(1,416)	28,200
Repayment of long-term debt	-	(1,416)	-	(1,416)	(1,416)
Repayment of short-term debt	-	-	(21,522)	(21,522)	(21,481)
Net cash used by capital activities	(5,454)	(10,954)	(22,878)	(39,286)	(13,470)
CASH FLOWS FROM OPERATING ACTIVITIES					
Reconciliation (including all transfers) to (from) operating funds	11,348	4,340	(11,375)	4,313	(2,000)
Net cash provided (used) by operating activities	4,442	5,786	(1,938)	8,290	(2,468)
Income (expense) in cash	11,348	4,340	(11,375)	4,313	(2,000)
Cash (plus) Cash (minus) at year end, including uncollected cash	11,348	4,340	(11,375)	4,313	(2,468)
Beginning of period	0	11,348	11,348	23,044	23,044
End of period	11,348	15,688	(12,713)	24,323	20,576

TOWN OF WHITE CASTLE, LOUISIANA ENTERPRISE FUNDS

COMBINING STATEMENT OF OPERATING EXPENSES

For the year ended September 30, 2002
(With comparative totals for 2001)

EXPENSE	Gas	Water works	Sewerage	Total	
	Utility Fund	Utility Fund	Utility Fund	2002	2001
Gas	\$ 345,458	\$ -	\$ -	\$ 345,458	\$ 314,377
Depreciation	6,738	37,713	167,839	175,290	180,718
Field					
Salaries	57,233	56,218	11,247	124,758	120,600
Payroll taxes	4,443	4,534	1,238	10,215	14,962
Municipal retirement	2,679	2,868	211	5,758	8,369
Employee's insurance	-	-	-	-	1,532
Maintenance - equipment	540	6,732	4,883	11,155	15,858
Chemicals	1,523	1,862	2,608	5,113	16,488
Field supplies	6,583	1,414	4,419	14,116	8,888
Outstation pool	-	-	1,230	1,230	1,278
Engineering	3,571	-	3,800	7,371	14,382
Drug testing	58	-	-	58	-
Other	1,862	461	-	2,323	1,802
Total field	78,628	77,496	30,836	186,960	202,388
Administration					
Salaries	56,888	56,880	16,800	130,408	98,368
Employee benefits	32,875	7,184	-	39,159	17,734
Insurance	18,758	19,850	19,885	58,493	21,128
Office supplies	1,293	1,340	2,582	5,194	6,668
Unallowable	1,714	1,384	1,587	4,685	8,781
Computer services	594	594	732	1,920	2,617
Utilities	1,379	1,838	19,948	27,165	10,468
Telephone	2,556	2,386	3,862	7,804	8,638
Post	1,540	37	444	2,021	2,180
Printing	1,894	1,884	1,894	4,672	2,181
Books and subscriptions	123	476	873	1,472	365
Taxes	-	1,887	845	2,732	1,343
Vehicle maintenance	8,713	1,927	2,525	13,165	4,454
Professional	9,452	9,451	9,585	28,488	28,459
Total administration	73,818	70,771	70,802	215,491	188,410
Total operating expenses	\$ 306,814	\$ 179,088	\$ 247,883	\$ 733,711	\$ 773,186

Notes on Exhibit A-6 are an integral part of this statement

GENERAL LONG-TERM DEBT ACCOUNT GROUP

This account group is used to account for unsecured general long-term liabilities of the Town except for those in the proprietary funds.

TOWN OF WHITE CASTLE, LOUISIANA
COMBINING STATEMENT OF GENERAL LONG-TERM DEBT

September 30, 2002
 (With comparative totals for 2001)

	Public			
	Improvement Bonds		Capital	
	Sales Tax	Certificates of Indebtedness	Leases	Totals
	2002	2001	2002	2001
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT				
Amount available in debt service funds for debt retirement	\$ 224,300	\$ 16,187	-	\$ 240,486
Amount to be provided for general long-term debt	425,691	154,813	111,287	691,791
Total available and to be provided	\$ 649,990	\$ 171,000	\$ 111,287	\$ 932,267
GENERAL LONG-TERM DEBT PAYABLE				
Bond payable, certification of indebtedness and capital leases	\$ 649,990	\$ 171,000	\$ 111,287	\$ 932,267

Notes on Schedule A-4 are an integral part of this statement.

SUPPLEMENTARY FINANCIAL INFORMATION

TOWN OF WHITE CASTLE, LOUISIANA
SCHEDULE OF SUPPLEMENTARY INFORMATION
SEWERAGE CUSTOMERS

September 30, 2002
 (Without Audit)

Records maintained by the Town of White Castle indicated the number of residential and commercial users for both water and sewer systems at September 30, 2002 were as follows:

	<u>Water</u>	<u>Sewer</u>
Residential	713	783
Commercial	67	65

At September 30, 2002, the Town was charging a \$7.58 base fee with \$2.10 for each thousand gallons consumed for water usage. In addition, an \$11.75 base fee with \$1.48 for each thousand gallons treated was charged as a sewerage fee.

At September 30, 2002, the aging of accounts receivable for the Enterprise Funds was as follows:

Current	\$ 53,743
31-60 days	7,680
61-90 days	4,899
Over 90 days	<u>12,465</u>
	<u>\$ 68,787</u>

**TOWN OF WHITE CASTLE, LOUISIANA
SCHEDULE OF INSURANCE IN FORCE**

September 30, 2012
(Without Audit)

Item	Kind of Insurance	Insurance Organization	Amount	Expiration Date
City Manager/ Risk Management Agent	Automobile	14 automobiles	\$ 200,000	May 1, 2013
		Cover Florida	200,000	February 1, 2013
		Replacement Cost Florida Per 7.000 Replacement	1,000,000 40,000	
	Commercial General Liability	Brokers Wp. Excess	200,000	May 1, 2013
		Professional Computer Ops	200,000	May 1, 2013
		Medical Payments	1,000,000 accident	May 1, 2013
		Per Legal Liability	Highly/High occurrence	May 1, 2013
	Law Enforcement Liability	Endorsement officers	200,000	May 1, 2013
	Public official's error & omissions liability	Public official's error & omissions	200,000	May 1, 2013
	Workers Compensation	Eligible employees	primary	January 1, 2013
Adrian Insurance	Commercial Property	Storage plant, 1,040 Hwy 407	200,000	October 31, 2013
	Fire and extended coverage	ITM Building, 13401 Bowls B.	47,000	October 31, 2013
		ITM Building contents	10,000	
		Water main, 13401 Bowls B.	177,000	October 31, 2013
	Fire and extended coverage	Water main/station building	40,000	
		Contents	20,000	
		Roof	1,000	
	Fire and extended coverage	Transit 1 Hwy Station	200,000	October 31, 2013
		2201 Bowls B.	43,000	
		Contents	10,000	
	Fire and extended coverage	Art house, 13112 Bowls B.	100,000	October 31, 2013
		Art house contents	20,000	
	Fire and extended coverage	Hwy station 28013 Hwy 407	40,000	October 31, 2013
		Hwy station contents	10,000	
	Fire and extended coverage	Council on Aging Building	114,000	October 31, 2013
		13101 Louisa St.	10,000	
		Contents		
	Fire and extended coverage	Building, 13110 Bowls B.	200,000	October 31, 2013
		Contents	10,000	
	Fire and extended coverage	Storage units, 14100 Gordon St.	50,000	October 31, 2013
	Fire and extended coverage	Storage units, 14100 Bowls B.	70,000	October 31, 2013
	Fire and extended coverage	Storage units, 14100 Bowls B.	10,000	October 31, 2013
	Commercial inland marine	City generator	10,000	October 31, 2013
		Endorsement with excess	5,000	
		(plant generator)	20,000	
		Radio fleet	10,000	
		Water damage	10,000	
		Computer	10,000	
	Commercial property	Community Center, 13410 Bowls B.	50,000	October 31, 2013
	Health employees bond	Employees	100,000	September 11, 2013
	Public employees/fidelity bond	Adrian	20,000	August 18, 2013
	Commercial property	White Castle Inn, 13010 Bowls B.		Not covered

SPECIAL INDEPENDENT AUDITORS' REPORTS



**REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

The Honorable Mayor and
Members of the Board of Aldermen,
Town of White Castle, Louisiana

We have audited the general purpose financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA**, as of and for the year ended September 30, 2002, and have issued our report thereon dated December 6, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the **TOWN OF WHITE CASTLE, LOUISIANA**'s general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the **TOWN OF WHITE CASTLE, LOUISIANA**'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the entity's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as item 2002-1, 2001-2, and 2000-3.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, the reportable conditions described in the schedule of findings and questioned costs involving internal control over financial reporting are also considered to be material weaknesses as defined above.

This report is intended solely for the information and use of management, the Board of Aldermen, federal awarding agencies and pass-through entities and the Legislative Auditor and is not intended to be and should not be used by anyone other than those specified parties.

Paul J. Winkler, LLC
Certified Public Accountants

Baton Rouge, Louisiana
December 4, 2002

TOWN OF WHITE CASTLE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended September 30, 2002

1) Summary of Auditors' Results:

- A) The type of report issued on the general purpose financial statements: **Unqualified opinion**
- B) Reportable conditions in internal control were disclosed by the audit of Financial Statements: 2001-1, 2001-2, and 2002-3
Material weaknesses: See reportable conditions above.
- C) Noncompliance that is material to the general purpose financial statements: **None**
- D) Findings relating to the financial statements reported in accordance with Government Auditing Standards: **None**

2002-1: SEGREGATION OF DUTIES

Observation: There is not sufficient segregation of duties to have effective internal control. The finding results from the small size of the administrative staff of the Town. These limitations allow no opportunity for meaningful segregation of duties.

Recommendation: We recommend that the Mayor review and approve the following:

- Check disbursements and related supporting documentation,
- Monthly bank statements (including the cancelled checks) and related reconciliation.

Management's corrective action plan: We concur with the finding. Additionally, the Town hired an additional employee in October 2002. The additional employee has allowed the Town to assign duties to its financial staff to achieve an adequate segregation of duties.

2002-2: FINES

Observation: The Town's police department collects funds associated with fines. As collected, the funds are forwarded to the Town's administration department for deposit. The Town's police department maintains documentation to support the receipt of these funds. Based on our review of fine collection documentation, we discovered that the Police Department does not utilize the fine program in an effective manner. The program provides for the accounting of the numerical sequence of traffic tickets issued to police officers. This portion of the software program is not being utilized and the Town is not maintaining control over the issuance of its traffic tickets.

As a result, the Town is not providing for adequate control over these decentralized cash collections.

Recommendation: We recommend that traffic ticket issuance records be maintained accurately by utilizing computer software in place, to include the preparation of monthly reconciliation of ticket issuance records, voided tickets and outstanding tickets with police officers.

Management's corrective action plan: Management intends to acquire the necessary training needed for the employee to fully utilize the software. Secondly, such reports will be reviewed monthly by the Town clerk for appropriateness.

2002-3 CONFISCATED GOODS INVENTORY

Observation: An inventory of confiscated items made by the Police Department was not performed during the year ended September 30, 2002.

Recommendation: We recommend the Town's Accounting Department maintain an on-going inventory of confiscated material.

Management's corrective action plan: The Town's Police Department has initiated steps subsequent to year-end to ensure an accurate inventory of confiscated material.

TOWN OF WHITE CASTLE, LOUISIANA

SCHEDULE OF PRIOR YEAR FINDINGS

For the year ended September 30, 2002

2000-1: SEGREGATION OF DUTIES

Prior Year Findings: For the year ended September 30, 2000, we reported that there was not sufficient segregation of duties to have effective internal control. The finding results from the small size of the administration staff of the Town. These limitations allow no opportunity for meaningful segregation of duties. The item has been reclassified to item 2002-1.

2000-2: FINES

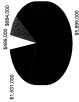
Prior Year Findings: The Town's police department collects funds associated with fines. As collected, the funds are forwarded to the Town's administration department for deposit. The Town's police department maintains documentation to support the receipt of these funds. Based on our review of fine collection documentation, we discovered that the Police Department does not fully utilize the computer software program.

During 2001 and 2002, the Police Department personnel maintained adequate records to reconcile cash received with the general ledger. However, see item 2002-2.

STATISTICAL INFORMATION

TOWN OF WHITE CASTLE, LOUISIANA

TOTAL ASSETS



SEPTEMBER 30, 2002



SEPTEMBER 30, 2001

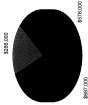
■ FIXED ASSETS
■ CASH & INVESTMENTS
■ UNFUNDED DEBT RETIREMENT

TOTAL ASSETS = \$ 5,780,000

TOTAL ASSETS = \$ 5,562,000

TOWN OF WHITE CASTLE, LOUISIANA

CASH AND INVESTMENTS



■ SPECIAL REVENUE ■ ENTERPRISE ■ DEBT SERVICE AND GENERAL

TOTAL CASH & INVESTMENTS = \$ 1,531,000

TOTAL CASH & INVESTMENTS = \$ 1,366,000

TOWN OF WHITE CASTLE, LOUISIANA

LIABILITIES AND FUND EQUITY



SEPTEMBER 30, 2002



SEPTEMBER 30, 2001

■ CURRENT LIABILITIES
■ GEN LT DEBT

■ SEWER AND WATER REV BONDS
■ FUND EQUITY

TOTAL LIABILITIES = \$ 2,326,000

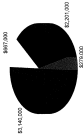
TOTAL LIABILITIES = \$ 2,353,000

TOTAL FUND EQUITY = \$ 6,287,000

TOTAL FUND EQUITY = \$ 6,051,000

TOWN OF WHITE CASTLE, LOUISIANA

FUND EQUITY



SEPTEMBER 30, 2002



SEPTEMBER 30, 2001

■ ENTERPRISE

■ DEBT SERVICE AND GENERAL

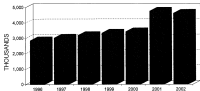
■ GEN FIXED ASSETS

■ SPECIAL REVENUE

TOTAL FUND EQUITY = \$ 6,287,000

TOTAL FUND EQUITY = \$ 5,951,000

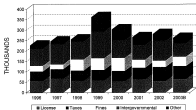
TAXABLE ASSESSED VALUE OF PROPERTY
TOWN OF WHITE CASTLE, LOUISIANA



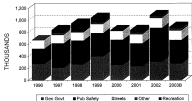
PROPERTY TAXES - ASSESSED
TOWN OF WHITE CASTLE, LOUISIANA



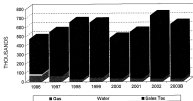
GENERAL FUND REVENUES TOWN OF WHITE CASTLE, LOUISIANA



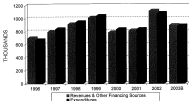
GENERAL FUND EXPENDITURES TOWN OF WHITE CASTLE, LOUISIANA



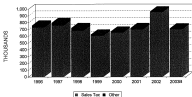
TRANSFERS TO GENERAL FUND TOWN OF WHITE CASTLE, LOUISIANA



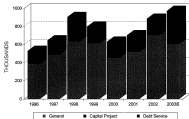
GENERAL FUND INFLOWS & OUTFLOWS TOWN OF WHITE CASTLE, LOUISIANA



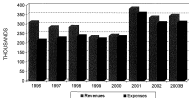
SALES TAX REVENUES TOWN OF WHITE CASTLE, LOUISIANA



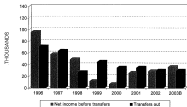
SALES TAX TRANSFERS OUT TOWN OF WHITE CASTLE, LOUISIANA



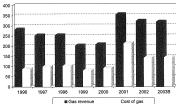
GAS FUND REVENUES & EXPENSES TOWN OF WHITE CASTLE, LOUISIANA



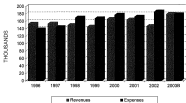
GAS FUND NET INCOME & TRANSFERS TOWN OF WHITE CASTLE, LOUISIANA



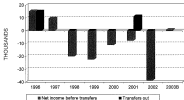
GAS REVENUE & COST OF GAS TOWN OF WHITE CASTLE, LOUISIANA



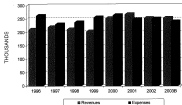
WATER FUND REVENUES & EXPENSES TOWN OF WHITE CASTLE, LOUISIANA



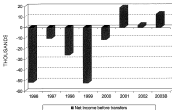
WATER FUND NET INCOME(LOSS) & TRANSFERS OUT TOWN OF WHITE CASTLE, LOUISIANA



SEWER FUND REVENUES & EXPENSES TOWN OF WHITE CASTLE, LOUISIANA



SEWER FUND NET INCOME (LOSS) & TRANSFERS OUT TOWN OF WHITE CASTLE, LOUISIANA





Honorable Mayor and Members of
the Board of Aldermen,
Town of White Castle, Louisiana

In planning and performing the audit of the financial statements of the Town of White Castle (the Town) for the year ended September 30, 2003, we considered its internal control to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control.

However, during our audit, we became aware of a matter that is an opportunity for strengthening internal controls and operating efficiency. We have reported on the Town's internal control in our report dated December 6, 2003; this letter does not affect that report.

We will review the status of the comment during our next audit engagement. We have discussed this comment and suggestion with certain Town personnel, and we will be pleased to discuss the comment in further detail at your convenience, to perform any additional study of the matter, or to assist you in implementing the recommendation. Our comment is summarized in Attachment A.

This report is intended solely for the information and use of the Town's management, the Louisiana Legislative Auditor, and others within the organization.


Certified Public Accountants

Baton Rouge, Louisiana
December 6, 2003

OPERATIONAL RECOMMENDATIONS

UTILITY FUND OPERATIONS: OR 2002-1

Observation: During the year ended September 30, 2002, the Waterworks Utility Fund experienced a net loss during 2002 of approximately \$34,000. The Fund's operating expenses have remained consistent for a number of years.

Additionally, gas purchases by units exceeded amounts sold during 2002. The units purchased were approximately 29,321, while units sold were 34,838. The approximate loss of gas, in dollars, was \$32,367. While a portion of the difference can be attributed to reserves in the gas lines and timing differences in billing and purchasing, the more significant portion is the result of gas loss.

Recommendation: Proprietary funds managed by municipal governments should be operated in a profitable manner. We recommend the Town review its waterworks operations to determine the need for potential expenditure reductions or user rate increases. It appears that expenses in the waterworks fund have been stable for some time. It is more likely that the deficit will be eliminated through user fee increases.

Additionally, the Town should conduct a review of gas lines and calibrate meters to attempt to reduce gas losses currently occurring.

Management's corrective action plan: The Town is considering the following:

- During 2003, the Town anticipates increasing water user fees to alleviate the operating loss that occurred during 2002.
- The Town has an on-going program to identify gas losses, which includes calibration and replacement of meters. On an immediate basis, the Town will conduct this review to identify potential gas line losses.